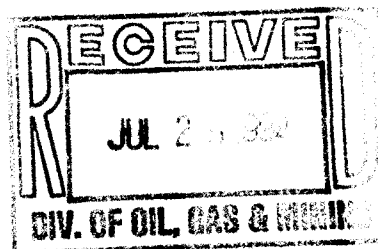


GENWAL COAL COMPANY

VB
cc JWC 7-26-94
H.B.
P.F.
orig. *[signature]*
15/32

July 21, 1994



Mr. James Carter, Director
Division of Oil, Gas & Mining
3 Triad Center, Suite 350
355 West North Temple
Salt Lake City, Utah 84180-1203

Dear Jim:

Just a short note to thank you for your attendance and participation in the recent Regional Coal Team meeting. Your motion to expedite the BLM delineation of the Genwal Coal Company Lease By Application area in Crandall Canyon was most appreciated. The process had slowed somewhat and your motion served to put the process back in positive direction.

I would also thank you and your staff for the work, time and effort dedicated to the review of the Mining and Reclamation Plan for the newly acquired Federal coal reserve of Genwal Coal Company. We recognize the effort put forth in this project to date. Despite your efforts, Genwal Coal Company finds itself in the tenuous situation of running out of a location to continue mining. Once again I applaud you for your efforts but implore you to stay the course with our permit approval.

Sincerely,

A handwritten signature in cursive script, appearing to read "Allen P. Childs".

Allen P. Childs
President / Operations Manager